MANTSOPA LOCAL MUNICIPALITY ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2010

MANTSOPA LOCAL MUNICIPALITY

ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2010

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MANTSOPA LOCAL MUNICIPALITY

ANNUAL FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2

GENERAL INFORMATION

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LADYBRAND

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DISTRICT MUNICIPALITY: Motheo District Municipality

MEMBERS OF COUNCIL -CIr S D Ntsepe (Mayor)

Clr M A Majara (Speaker)

Clr H P Olivier (Member of Exco)
Clr K Tsoene (Member of Exco)

CIr M C Chomane CIr P N Nakalebe CIr P van Vollenhoven

CIr P P Raboko
CIr M E Ncwada
CIr L P Moletsane
CIr T W Litabe
CIr T H Molukanele

Clr S E Tlali Clr M P Motaung Clr M A Malakane

Clr J E van der Westhuizen

MUNICIPAL MANAGER : C L M Rampai

CHIEF FINANCIAL OFFICER : J Mazinyo

AUDITORS: The Auditor-General

BANKERS : Current Accounts: ABSA - 2020

FNB - 620

MANTSOPA LOCAL MUNICIPALITY

APPROVAL OF ANNUAL FINANCIAL STATEMENTS ENDED 30 JUNE 2010

MUNICIPAL MANAGER	DATE
nd the Minister of Provincial and Local Goverment's determination in	n accordance with this Act.
ection 219 of the Constitution, read with the Remuneration of Publi	•
hese annual financial statements are within the upper limits of the	framework envisaged in
certify that the salaries, allowances and benefits of Councillors as d	lisclosed in note 15 of
vill be presented to Council for approval on 31 August 2010.	
lanager in terms of Section 126(1) of the Municipal Finance Manage	ement Act 2003 and
he annual financial statements set out on pages 3 to 38 were appro	oved by the Municipal

			2010	2009
		Note	R	R
NET ASSETS AND LIABILITIES		14010		
Reserves			353 628 661	321 116 718
Accumulated Surplus/(Deficit)			353 628 661	321 116 718
. , ,		Į		
Non-current liabilities			3 360 925	4 371 433
Long - term liabilities		2	3 360 925	4 371 433
Current liabilities			25 191 363	25 854 596
Consumer deposits		3	1 138 314	1 037 245
Accrual leave		15	3 420 424	2 542 833
Trade Payables	W C.6.16	4	10 035 808	5 953 969
Unspent conditional grants and receipts		5	5 796 969	10 042 197
Current portion of long-term liabilities		2	1 010 508	890 827
Bank overdraft		14	3 789 340	5 387 524
		Ĺ		
Total net assets and liabilities			382 180 948	351 342 747
Assets				
Non-current assets			295 621 026	268 437 220
Property, plant and equipment	 <u>J.6.2</u>	7.1	276 460 937	266 753 871
Investment property	<u> J.6.2</u>	7.2	1 446 000	1 446 000
Work in progress	<u> </u>	7.3	17 476 799	-
Long term receivables		12	237 290	237 350
Current assets			86 559 922	82 905 527
Inventory	Ϫ <u>J.7.2</u>	9	436 424	332 228
Consumer receivables		10	79 614 800	63 660 912
Other receivables		11	4 248 332	12 614 101
Current portion of longterm receivables		12	5 722	5 662
Investments		_ 8	2 009 783	5 586 777
Bank and cash	<u>C.6.13</u>	3,14	244 861	705 847
Total assets			382 180 948	351 342 747

		2010	2009
	Notes	R	R
Revenue			
Property rates K.1.2	16	10 091 863	8 900 767
Services charges	 17	51 854 486	43 326 405
Investment Income C.6.	16	848 707	936 064
Interest earned - external investments		731 756	1 854 344
Interest earned - outstanding debtors		8 658 935	7 694 025
Fines		148 956	135 058
Dividends received <u>W C.6.15</u>		433	14 625
Licenses and permits		2 716	1 736
Government grants and subsidies	18	63 866 424	62 699 361
Other income	37.2	3 568 073	2 259 403
Total Revenue		139 772 349	127 821 788
		K .1.2	⊠ <u>K.1.2</u>
EXPENDITURE		hossessed	Benned
Employee related costs	20	38 564 467	34 584 735
Remuneration of Councillors	21	3 638 457	3 401 902
Bad debts Provision	10	6 516 855	10 146 541
Repairs and maintenance		7 987 632	5 630 467
Interest paid	22	718 643	850 737
Operating Lease <u>K.2.2</u>		1 314 689	-
Bulk purchases <u> </u>		14 228 130	12 231 069
Indigent support <u>K.2.2</u> <u>K.2.2</u>		16 959 453	2 588 755
General expenses	37.1	19 150 732	17 143 477
Leave Accrual		1 136 644	100 034
Total Expenditure		110 215 701	86 677 717
SURPLUS/(DEFICIT) FOR THE YEAR		29 556 648	41 144 071

MANTSOPA LOCAL MUNICIPALITY STATEMENT OF CHANGES IN NET ASSETS FOR THE YEAR ENDED 30 JUNE 2010

		<u> </u>			
	Revaluation reserve	Replacement Reserves	Total resrves	Accumalated surplus	Total net assets
Balance at 01 July 2008		239 652 517	239 652 517	51 995 924	291 648 441
Reserve realised			0		0
Correction prior year period				-11 675 794	-11 675 794
Surplus for the year			0	41 144 071	41 144 071
Balance at 01 July 2009	0	239 652 517	239 652 517	81 464 201	321 116 718
Correction prior year period			0	5 149 427	5 149 427
Surplus for the year		-2 194 132	-2 194 132	29 556 648	27 362 516
Balance at 30 June 2010	0	237 458 385	237 458 385	116 170 276	353 628 661
				<u>■ J.18.2</u>	

MANTSOPA LOCAL MUNICIPALITY CASHFLOW STATEMENT FOR THE YEAR ENDED 30 JUNE 2010

	Notes	#REF! R	#REF! R
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash receipts from ratepayers,government and others	33	#REF!	#REF!
Cash paid to suppliers and employees	34	#REF!	#REF!
Cash generated from / (required by) operating activities	35	#REF!	#REF!
Interest received		2 716	1 736
Interest paid		#REF!	#REF!
Dividends received		1 119 217	
NET CASH FROM OPERATING ACTIVITIES	= =	#REF!	#REF!
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of property, plant and equipment		#REF!	(24 572 869)
Proceeds or loss with sale of assets	37.2	1 119 217	7
	_		
NET CASH FROM INVESTING ACTIVITIES		#REF!	(24 572 869)
	=		
CASH FLOWS FROM FINANCING ACTIVITIES	_		
(Increase) /Decrease in Investments		(30 838 201)	(6 683 869)
Increase / (Decrease) in Loans	2	#REF!	(789 710)
	L		
	<u>=</u>		
NET INCREASE /(DECREASE) IN CASH AND CASH EQUIV	ALENTS	#REF!	#REF!
	_		
Cash and cash equivalents at the beginning of the year		-	(3 666 758)
Cash and cash equivalents at the end of the year	33	#REF!	#REF!
	=		
ı			

1 PRINCIPAL ACCOUNTING POLICIES

1.1 W C.6.13 **EPARATION**

The annual financial statements have been prepared in accordance with the effective Standards of Generally Recognised Accounting Practices (GRAP) including any interpretations, guidelines and directives issued by the Accounting Board, except where indications are given.

In accordance with directive 4, as appleid: The entity has taken advantages of the transitional provisions; the calasses of assets and/or liabilities that have not been measured in accordance with the applicable Standards of GRAP; the nature and amount of any measurement period adjustments recognised during the period, and; no revaluations of assets were done and historical cost were used. No depreciation was done in this financial year.

1.2 PRESENTATION CURRENCY

These annual financial statements are presented in South African Rand, which is the functional currency of the municipality.

1.3 GOING CONCERN ASSUMPTION

These annual financial statements have been prepared on the assumption that the municipality will continue to operate as a going concern for at least the next 12 months.

1.4 COMPARATIVE INFORMATION

Budget information in accordance with GRAP 1, has been provided in an annexure to these financial statements and forms part of the audited annual financial statements.

When the presentation or classification of items in the annual financial statements are amended, prior period comparative amounts are restated where possible to give a fair comparitive. The nature and reason for the reclassification is disclosed. Where accounting errors have been identified in the current year, the correction is made retrospectively as far as is practicable, and the prior year comparatives are restated accordingly. Where there has been a change in accounting policy in the current year, the adjustments is made retrospectively as far back as is practicable possible, and the prior year comparatives are restated

1.5 STANDARDS, AMENDMENTS TO STANDARDS AND INTERPRETATIONS ISSUED BUT NOT YET EFFECTIVE

The following GRAP standards have been issued but are not yet effective and have not been early adopted by the municipality:

GRAP 8 Interest in Joint Ventures - issued August 2006

GRAP 18 Segment Reporting - issued March 2005

GRAP 23 Revenue from Non-Exchange Transactions - issued February 2008

GRAP 24 Presentation of Budget Information in Financial Statements - issued November 2007

GRAP 103 Heritage Assets - issued July 2008

1.5 STANDARDS, AMENDMENTS TO STANDARDS AND INTERPRETATIONS ISSUED BUT NOT YET EFFECTIVE

The following standards, amendments to standards and interpretations have been issued but are not yet effective and have not been early adopted by the municipality:

IAS 19 Employee Benefits - effective 1 January 2009

IFRIC 17 Distribution of Non-cash Assets to Owners - effective 1 July 2009

In terms of Directive 4: "Transitional Provisions for the Adoption of Standards of GRAP by Medium and Low Capacity Municipalities" issued by the Accounting Standards Board, the Municipality has adopted the transitional provisions for the following GRAP Standards:

GRAP 12 - Inventories:

GRAP 13 - Leases;

GRAP 16 - Investment Property;

GRAP 17 - Property, plant and equipment;

GRAP 19 - Provisions, Contigent Liabilities and Contigent Assets;

GRAP 100 - Non-current Assets Held for sale and Discontinued Operations; and

GRAP 102 - Intangible assets

2 PROPERTY, PLANT AND EQUIPMENT

2.1 INITIAL RECOGNITION

Property, plant and equipment are tangible non-current assets (including infrastructure assets) that are held for use in the production or supply of goods or services, rental to others, or for administrative purposes, and are expected to be used during more than one year. Items of property, plant and equipment are initially recognised as assets on acquisition date, except if it is a project that is not finished yet. in such cases it will be shown as work in progress. Assets are initially recorded at cost. The cost of an item of property, plant and equipment is the purchase price and other costs attributable to bring the asset to the location and condition necessary for it to be capable of operating in the manner intended by the municipality. Trade discounts and rebates are deducted in arriving at the cost. The cost also includes the necessary costs of dismantling and removing the asset and restoring the site on which it is located.

2.2 SUBSEQUENT MEASUREMENT - REVALUATION MODEL (LAND AND BUILDINGS)

According to directive 4 no revaluations is done on land and buildings, and assets are carried at the value of original costs.

2.3 SUBSEQUENT MEASUREMENT - COST MODEL

Subsequent to initial recognition, items of property, plant and equipment are measured at cost.

2.4 DEPRECIATION AND IMPAIRMENT

No depreciation was done during the financial year under review, as permitted by directive 4. Revaluations and depreciations will only be came applicable after 2011, when the unbundeling of assets are finalised.

2.5 **DERECOGNITION**

Items of Property, plant and equipment are derecognised when the asset is disposed . The revenue arising on the disposal of an item of property, plant and equipment is recognised in the Statement of Financial Performance. In the statement of Financial position, Property, plant and Equipment is reduced with the original cost, while the Capital Replacement Reserve is equily reduced.

2.6 INVESTMENT PROPERTY

Investment property consist of Municipal flats, houses and farms held to earn rentals for the municipality. Investment property is stated at cost in the statement of financial position.

3 INVENTORIES

3 INITIAL RECOGNITION C.6.16

Inventories comprises current assets held for sale, consumption or distribution during the ordinary course of business. Inventories are initially recognised at cost. Cost generally refers to the purchase price, plus taxes, transport costs and any other costs in bringing the inventories to their current location and condition. Where inventory is manufactured, constructed or produced, the cost includes the cost of labour, materials and overheads used during the manufacturing process.

4 FINAW C.6.13 JMENTS

4.1 INITIAL RECOGNITION W C.6.16 W C.6.16 W C.6.16

Financial instruments are intitally recognised at cost value.

4.1.1 SUBSEQUENT MEASUREMENT W C.6.16

Financial Assets are categorised according to their nature as either financial assets at cost value through profit or loss, held-to maturity, loans and receivables, or available for sale. Financial liabilities are categorised as either at cost value through profit or loss or financial liabilities carried at amortised cost ("other"). The subsequent measurement of financial assets and liabilities depends on this categorisation and, in the absence of an approved GRAP Standard on Financial Instruments, is in accordance with IAS 30

4.1.2 W <u>C.6.13</u>

Investments, which include listed bonds, unlisted bonds, fixed deposits and short-term deposits invested in registered commercial banks, are categorised as either held-to-maturity where the criteria for that categorisation are met, or as loans and receivables, and are measured at cost.

4.1.3 TRADE AND OTHER RECEIVABLES

Trade and other receivables are categorised as financial assets: loans and receivables and are initially recognised at cost value and subsequently carried at amortised cost. Amortised cost refers to the initial carrying amount, plus interest, less repayments and impairments.

4.1.4 TRADE PAYABLES AND BORROWINGS

Financial liabilities consist of trade payables and borrowings. They are categorised as financial liabilities held at amortised cost, are intitially recognised at cost value and subsequently measured at amortised cost which is the initial carrying amount, less repayments, plus interest.

4.1.5 CASH AND CASH EQUIVALENTS

Cash includes cash on hand (including petty cash) and cash with banks . For the purposes of the cash flow statement, cash and cash equivalents comprise cash on hand, deposits held with banks, net of bank overdrafts. The municipality categorises cash and cash equivalents as financial assets.

4.2. SUBSEQUENT MEASUREMENT

4.2.1 CASH AND CASH EQUIVALENTS (continued)

Bank overdrafts are recorded based on the facility utilised. Finance charges on bank overdraft are expensed as incurred. Amounts owing in respect of bank overdrafts are categorised as financial liabilities: other financial liabilities carried at amortised cost.

4.2.2 AVAILABLE FOR SALE FINANCIAL ASSET C.6.16

Available-for-sale financial assets are non-derivatives that are either designated in this category or do not meet the classification criteria of the other categories. They are included in non-current assets unless management intends to dispose of the investment within 12 months after financial year end.

Available-for-sale financial assets are subsequently carried at costvalue.

When securities classified as available for sale are sold or impaired, the accumulated fair value adjustments recognised in equity are included in the income statement as 'gains and losses from

4.2.3 UNSPENT CONDITIONAL GRANTS

Unspent conditional are liabilities that are seperately reflected on the Statement of Financial Position. They represent unspent government grants, subsidies and contributions from the general public.

5 UNAUTHORISED EXPENDITURE L.1.2

Unauthorised expenditure is expenditure that has not been budgeted, expenditure that is not in terms of the conditions of an allocation received from another sphere of government, municipality or organ of state and expenditure in the form of a grant that is not permitted in terms of the Municipal Finance Management Act (Act No.56 of 2003). Unauthorised expenditure is accounted for as an expense in the Statement of

6 IRREGULAR EXPENDITURE L.1.2

Irregular expenditure is expenditure that is contrary to the Municipal Finance Management Act (Act No.56 of 2003), the Municipal Systems Act (Act No.32 of 2000), the Public Office Bearers Act (Act No. 20 of 1998) or is in contravention of the Municipality's supply chain management policy. Irregular expenditure excludes unauthorised expenditure. Irregular expenditure is accounted for as expenditure in the Statement of Financial Performance and where recovered, it is subsequently accounted for as revenue in the Statement of Financial Performance.

7 FRUITLESS AND WASTEFUL EXPENDITURE L.1.2

Fruitless and wasteful expenditure is expenditure that was made in vain and would have been avoided had reasonable care been exercised. Fruitless and wasteful expenditure is accounted for as expenditure in the Statement of Financial Performance and where recovered, it is subsequently accounted for as revenue in the Statement of Financial Performance.

8 **PRO√** <u>J.16.2</u>

Provisions are recognised when the municipality has a present legal or constructive obligation as a result of past events, it is probable that an outflow of resources embodying economic benefits or service potential will be required to settle the obligation and a reliable estimate of the provision can be made. Provisions are reviewed at reporting date and adjusted to reflect the current best estimate. Where the effect is material, non-current provisions are discounted to their present value using a pre-tax discount rate that reflects the market's current assessment of the time value of money, adjusted for risks specific to the liability (for example in the case of obligations for the rehabilitation of land).

The municipality does not recognise a contingent liability or contingent asset. A contingent liability is disclosed unless the possibility of an outflow of resources embodying economic benefits is remote. A contingent asset is disclosed where an inflow of economic benefits is probable.

Future events that may affect the amount required to settle an obligation are reflected in the amount of a provision where there is sufficient objective evidence that they will occur. Gains from the expected disposal of assets are not taken into account in measuring a provision. Provisions are not recognised for future operating losses. The present obligation under an onerous contract is recognised and measured as a provision.

A provision for restructuring costs is recognised only when the following criteria over and above the recognition criteria of a provision have been met:

- (a) The municipality has a detailed formal plan for the restructuring identifying at least:
- the business or part of a business concerned;
- the principal locations affected;
- the location, function, and approximate number of employees who will be compensated for terminating their services:
- the expenditures that will be undertaken; and
- when the plan will be implemented; and
- (b) The municipality has raised a valid expectation in those affected that it will carry out the restructuring by starting to implement that plan or announcing its main features to those affected by it.

9 LEASES

10.1 MUNICIPALITY AS LESSEE

Leases are classified as finance leases where substantially all the risks and rewards associated with ownership of an asset are transferred to the municipality. Property, plant and equipment or intangible assets subject to finance lease agreements are initially recognised at the lower of the asset's fair value and the present value of the minimum lease payments. The corresponding liabilities are initially recognised at the inception of the lease and are measured as the sum of the minimum lease payments due in terms of the lease agreement, discounted for the effect of interest. In discounting the lease payments, the municipality uses the interest rate that exactly discounts the lease payments and unguaranteed residual value to the fair value of the asset plus any direct costs incurred.

Subsequent to initial recognition, the leased assets are accounted for in accordance with the stated accounting policies applicable to property, plant, equipment or intangibles. The lease liability is reduced by the lease payments, which are allocated between the lease finance cost and the capital repayment using the effective interest rate method. Lease finance costs are expensed when incurred. The accounting policies relating to derecognition of financial instruments are applied to lease payables. The lease asset is depreciated over the shorter of the asset's useful life or the lease term.

Operating leases are those leases that do not fall within the scope of the above definition. Operating lease rentals are accrued on a straight-line basis over the term of the relevant lease.

10 REVENUE

10.1. REVENUE FROM EXCHANGE TRANSACTIONS

Revenue from exchange transactions refers to revenue that accrued to the municipality directly in return for services rendered / goods sold, the value of which approximates the consideration received or receivable.

Service charges relating to electricity and water are based on consumption. Meters are read on a monthly basis and are recognised as revenue when invoiced. Provisional estimates of consumption are made monthly when meter readings have not been performed. The provisional estimates of consumption are recognised as revenue when invoiced. Adjustments to provisional estimates of consumption are made in the invoicing period in which meters have been read. These adjustments are recognised as revenue in the invoicing period.

Service charges relating to refuse removal are recognised on a monthly basis in arrears by applying the approved tariff to each property that has improvements. Tariffs are determined per category of property usage, and are levied monthly based on the recorded number of refuse containers per property.

Service charges from sewerage and sanitation are based on the number of sewerage connections on each developed property using the tariffs approved from Council and are levied monthly.

Interest revenue is recognised on a time proportion basis.

Revenue from the rental of facilities and equipment is recognised on a actual levied basis over the term of the lease agreement.

Dividends are recognised on the date that the Municipality becomes entitled to receive the dividend.

Revenue arising from the application of the approved tariff of charges is recognised when the relevant service is rendered by applying the relevant gazetted tariff. This includes the issuing of licences and

Revenue from the sale of goods is recognised when substantially all the risks and rewards in those goods is passed to the consumer.

Revenue arising out of situations where the municipality acts as an agent on behalf of another entity (the principal) is limited to the amount of any fee or commission payable to the municipality as compensation for executing the agreed services.

10.2. REVENUE FROM NON-EXCHANGE TRANSACTIONS

Revenue from non-exchange transactions refers to transactions where the municipality received revenue from another entity without directly giving approximately equal value in exchange. Revenue from non-exchange transactions is generally recognised to the extent that the related receipt or receivable qualifies for recognition as an asset and there is no liability to repay the amount.

REVENUE

Revenue from property rates is recognised when the legal entitlement to this revenue arises. Collection charges are recognised when such amounts are legally enforceable. Penalty interest on unpaid rates is recognised on a time proportionate basis.

Fines constitute both spot fines and summonses. Revenue from spot fines and summonses is recognised when payment is received.

Revenue from public contributions and donations is recognised when the amount is received.

Contributed property, plant and equipment is recognised as such items of property, plant and equipment qualifies for recognition and become available for use by the municipality, otherwise it will be shown as work in progress.

Revenue from the recovery of unauthorised, irregular, fruitless and wasteful expenditure is based on legislated procedures, including those set out in the Municipal Finance Management Act (Act No.56 of 2003) and is recognised when the recovery thereof from the responsible councillors or officials is virtually

10.3. GRANTS, TRANSFERS AND DONATIONS

Grants, transfers and donations received or receivable are recognised when the resources that have been transferred meet the criteria for recognition as an asset. A corresponding liability is raised to the extent that the grant, transfer or donation is conditional. The liability is transferred to revenue as and when the conditions attached to the grant are met. Grants without any conditions attached are recognised as revenue when the asset is recognised.

11 BORROWING COSTS

Borrowing costs that are directly attributable to the acquisition, construction or production of qualifying assets are capitalised to the cost of that asset unless it is inappropriate to do so. The municipality ceases the capitalisation of borrowing costs when substantially all the activities to prepare the asset for its intended use or sale are complete. It is considered inappropriate to capitalise borrowing costs where the link between the funds borrowed and the capital asset acquired cannot be adequately established. Borrowing costs incurred other than on qualifying assets are recognised as an expense in surplus or deficit when incurred.

12 RETIREMENT BENEFITS

The municipality provides retirement benefits for its employees and councillors. The contributions to fund obligations for the payment of retirement benefits are charged against revenue in the year they become payable. The defined benefit funds, which are administered on a provincial basis, are actuarially valued triennially on the projected unit credit method basis. Deficits identified are recognised as a liability and are recovered through lump sum payments or increased future contributions on a proportional basis to all participating municipalities. Specific actuarial information in respect of individual participating municipalities is unavailable due to centralised administration of these funds. As a result, defined benefit plans have been accounted for as if they were defined contribution plans.

13 INVENTORY J.7.2

The municipality accounts for inventory using the first in first out basis. The stock is kept using the manual basis sto recording system at year end the count is done and and necessary adjustments made to the stock records. This is expected to change once the proper inventory system is in place.

			2010 R	2009 R
1	RESERVES			
	Capital Replacement Reserve		237 458 388	239 652 517
	Total Reserves		237 458 388	239 652 517
2	External loans Less: Current portion transfered to current liabilities Total External Loans	X J.15.2	4 371 433 (1 010 508) 3 360 925	5 262 261 (890 827 4 371 433
	Refer to Appendix F for more detail on long-term liabilities.			
3	CONSUMER DEPOSITS			
	Electricity	■ J.17.2	1 138 314	1 037 245
			1 138 314	1 037 245
4	PAYABLES			
4				
	Trade Payables Capital Payables		85 318 4 118 379	554 660
	Sundry Payables	 <u>J.20.2</u>	579 717	148 057
	Payments received in advance		2 416 743	1 935 499
	Provision creditors not yet received	-	970 750	-
	VAT Payable	<u> 3.20.2</u>	1 864 901	3 315 753
	Total Creditors		10 035 808	5 953 969
5	UNSPENT CONDITIONAL GRANTS AND SUBSIDIES		5 796 969	10 042 197
	Total Conditional Grants and Receipts		5 796 969	10 042 197
	All the conditional grants, except MIG funds, were fully spent a	t the end of the final	ncial year. See note 1	8.2.
6	VAT			
	VAT payable/(receivable)		1 864 901	3 315 753
	VAT is payable on the payment basis. Once payment is red VAT is paid over to SARS.	ceived from debtors	5,	

	PROPERTY, PLANT AND EQUIPMENT		R	R
		Land and Buildings	Other Assets	Total
		Buildings R	Assets R	R
	30 June 2008			
	Cost	15 234 729	227 793 499	243 028 228
	Accumulated depreciation			-
	Carrying value	15 234 729	227 793 499	243 028 228
	Additions	-	24 572 830	24 572 830
	Depreciation	-	- (0.47.407)	- (0.47.407)
	Disposals Carrying value 30 June 2009	15 234 729	(847 187) 251 519 142	(847 187) 266 753 871
	30 June 2009			
	Cost	15 234 729	251 519 142	266 753 871
	Accumulated depreciation	-	-	-
	Carrying value	15 234 729	251 519 142	266 753 871
	Additions	110 000	11 791 198	11 901 198
	Depreciation	-	-	- 100
	Disposals	-	(2 194 132)	(2 194 132)
	Carrying value 30 June 2010	15 344 729	261 116 208	276 460 937
	INVESTMENT PROPERTY.		2 010	2 009
	The closing balance at cost:	■ J.6.2	1 446 000	1 446 000
	The surplus for the year has been calculated after taking into account to the surplus for the year has been calculated after taking into account to the surplus for the year has been calculated after taking into account to the year has been calculated after taking into account to the year has been calculated after taking into account to the year has been calculated after taking into account to the year has been calculated after taking into account to the year has been calculated after taking into account to the year has been calculated after taking into account to the year has been calculated after taking into account to the year has been calculated after taking into account to the year has been calculated after taking into account to the year has been calculated after taking into account to the year has been calculated after taking into account to the year has been calculated after taking into account to the year has been calculated after taking into account to the year has been calculated after the year has been ca	count the following.		707 750
	a) Rental income received from investment property: b) Repairs and maintenance investment property:		777 329 244 605	797 750 157 843
	a) Rental income received from investment property: b) Repairs and maintenance investment property:		777 329 244 605	157 843
	b) Repairs and maintenance investment property: WORK IN PROGRESS		244 605	
	b) Repairs and maintenance investment property: WORK IN PROGRESS Bucket eradication projects in Tweespruit and Hobhouse is still i		244 605 17 476 799	
	b) Repairs and maintenance investment property: WORK IN PROGRESS		244 605 17 476 799	
	b) Repairs and maintenance investment property: WORK IN PROGRESS Bucket eradication projects in Tweespruit and Hobhouse is still i All projects untill 30 June 2009 was capitised under PPE and th INVESTMENTS		244 605 17 476 799	
	b) Repairs and maintenance investment property: WORK IN PROGRESS Bucket eradication projects in Tweespruit and Hobhouse is still i All projects untill 30 June 2009 was capittised under PPE and th INVESTMENTS Listed		244 605 17 476 799 tive figure is 0.	157 843
	b) Repairs and maintenance investment property: WORK IN PROGRESS Bucket eradication projects in Tweespruit and Hobhouse is still i All projects untill 30 June 2009 was capiltised under PPE and th INVESTMENTS Listed Old Mutual Shares		244 605 17 476 799 tive figure is 0. 50 625	157 843 - 50 625
	b) Repairs and maintenance investment property: WORK IN PROGRESS Bucket eradication projects in Tweespruit and Hobhouse is still i All projects untill 30 June 2009 was capiltised under PPE and th INVESTMENTS Listed Old Mutual Shares Total Listed		244 605 17 476 799 tive figure is 0.	157 843
	b) Repairs and maintenance investment property: WORK IN PROGRESS Bucket eradication projects in Tweespruit and Hobhouse is still i All projects untill 30 June 2009 was capiltised under PPE and th INVESTMENTS Listed Old Mutual Shares		244 605 17 476 799 tive figure is 0. 50 625 50 625	50 625 50 625
	b) Repairs and maintenance investment property: WORK IN PROGRESS Bucket eradication projects in Tweespruit and Hobhouse is still i All projects untill 30 June 2009 was capiltised under PPE and th INVESTMENTS Listed Old Mutual Shares Total Listed Unlisted	erefore the comparit	244 605 17 476 799 tive figure is 0. 50 625	157 843 - 50 625
	b) Repairs and maintenance investment property: WORK IN PROGRESS Bucket eradication projects in Tweespruit and Hobhouse is still i All projects untill 30 June 2009 was capiltised under PPE and th INVESTMENTS Listed Old Mutual Shares Total Listed Unlisted Cost	erefore the comparit	244 605 17 476 799 tive figure is 0. 50 625 50 625 731 530	50 625 50 625 544 424
	b) Repairs and maintenance investment property: WORK IN PROGRESS Bucket eradication projects in Tweespruit and Hobhouse is still i All projects untill 30 June 2009 was capiltised under PPE and th INVESTMENTS Listed Old Mutual Shares Total Listed Unlisted Cost Total Unlisted	erefore the comparit	244 605 17 476 799 tive figure is 0. 50 625 50 625 731 530	50 625 50 625 544 424
	b) Repairs and maintenance investment property: WORK IN PROGRESS Bucket eradication projects in Tweespruit and Hobhouse is still i All projects untill 30 June 2009 was capiltised under PPE and th INVESTMENTS Listed Old Mutual Shares Total Listed Unlisted Cost Total Unlisted Financial Instruments	erefore the comparit	244 605 17 476 799 tive figure is 0. 50 625 50 625 731 530 731 530	50 625 50 625 544 424 544 424
	b) Repairs and maintenance investment property: WORK IN PROGRESS Bucket eradication projects in Tweespruit and Hobhouse is still i All projects untill 30 June 2009 was capitised under PPE and th INVESTMENTS Listed Old Mutual Shares Total Listed Unlisted Cost Total Unlisted Financial Instruments Short- term Investments	erefore the comparit	244 605 17 476 799 tive figure is 0. 50 625 50 625 731 530 731 530	50 625 50 625 544 424 544 424 4 991 728
1 1 1 0 - 1 0 - 1	WORK IN PROGRESS Bucket eradication projects in Tweespruit and Hobhouse is still i All projects untill 30 June 2009 was capiltised under PPE and th INVESTMENTS Listed Did Mutual Shares Total Listed Unlisted Cost Total Unlisted Financial Instruments Short- term Investments Total Cash Investments	erefore the comparit	244 605 17 476 799 tive figure is 0. 50 625 50 625 731 530 731 530 1 227 627 1 227 627	50 625 50 625 544 424 544 424 4 991 728 4 991 728
	b) Repairs and maintenance investment property: WORK IN PROGRESS Bucket eradication projects in Tweespruit and Hobhouse is still i All projects untill 30 June 2009 was capiltised under PPE and th INVESTMENTS Listed Old Mutual Shares Total Listed Unlisted Cost Total Unlisted Financial Instruments Short- term Investments Total Cash Investments	erefore the comparit	244 605 17 476 799 tive figure is 0. 50 625 50 625 731 530 731 530 1 227 627 1 227 627	50 625 50 625 544 424 544 424 4 991 728 4 991 728
	b) Repairs and maintenance investment property: WORK IN PROGRESS Bucket eradication projects in Tweespruit and Hobhouse is still i All projects untill 30 June 2009 was capiltised under PPE and th INVESTMENTS Listed Old Mutual Shares Total Listed Unlisted Cost Total Unlisted Financial Instruments Short- term Investments Total Cash Investments Total Investments Total Investments Fixed deposits are for periods which are less than 12 months.	erefore the comparit	244 605 17 476 799 tive figure is 0. 50 625 50 625 731 530 731 530 1 227 627 1 227 627	50 625 50 625 544 424 544 424 4 991 728 4 991 728
	b) Repairs and maintenance investment property: WORK IN PROGRESS Bucket eradication projects in Tweespruit and Hobhouse is still i All projects untill 30 June 2009 was capiltised under PPE and th INVESTMENTS Listed Old Mutual Shares Total Listed Unlisted Cost Total Unlisted Financial Instruments Short- term Investments Total Cash Investments Total Investments Total Investments Fixed deposits are for periods which are less than 12 months three months.	erefore the comparit	244 605 17 476 799 tive figure is 0. 50 625 50 625 731 530 731 530 1 227 627 1 227 627	50 625 50 625 544 424 544 424 4 991 728 4 991 728
•	b) Repairs and maintenance investment property: WORK IN PROGRESS Bucket eradication projects in Tweespruit and Hobhouse is still i All projects untill 30 June 2009 was capiltised under PPE and th INVESTMENTS Listed Old Mutual Shares Total Listed Unlisted Cost Total Unlisted Financial Instruments Short- term Investments Total Cash Investments Total Investments Fixed deposits are for periods which are less than 12 months three months. Council's Valuation of Unlisted Investments	erefore the comparit	244 605 17 476 799 tive figure is 0. 50 625 50 625 731 530 731 530 1 227 627 1 227 627 2 009 783	50 625 50 625 544 424 544 424 4 991 728 4 991 728 5 586 777
•	b) Repairs and maintenance investment property: WORK IN PROGRESS Bucket eradication projects in Tweespruit and Hobhouse is still i All projects untill 30 June 2009 was capiltised under PPE and th INVESTMENTS Listed Old Mutual Shares Total Listed Unlisted Cost Total Unlisted Financial Instruments Short- term Investments Total Cash Investments Total Investments Fixed deposits are for periods which are less than 12 months three months. Council's Valuation of Unlisted Investments Cost	erefore the comparit	244 605 17 476 799 tive figure is 0. 50 625 50 625 731 530 731 530 1 227 627 1 227 627 2 009 783	50 625 50 625 544 424 544 424 4 991 728 4 991 728 5 586 777
	b) Repairs and maintenance investment property: WORK IN PROGRESS Bucket eradication projects in Tweespruit and Hobhouse is still i All projects untill 30 June 2009 was capiltised under PPE and th INVESTMENTS Listed Old Mutual Shares Total Listed Unlisted Cost Total Unlisted Financial Instruments Short- term Investments Total Cash Investments Total Investments Fixed deposits are for periods which are less than 12 months three months. Council's Valuation of Unlisted Investments Cost INVENTORY	erefore the comparit	244 605 17 476 799 iive figure is 0. 50 625 50 625 731 530 731 530 1 227 627 1 227 627 2 009 783	50 625 50 625 50 625 544 424 544 424 4 991 728 4 991 728 5 586 777

CONSUMER RECEIVABLES			
	Gross	Provision for	Balance
	balances	bad debts	
As at 30 June 2009			
Service receivables			
Electricity	9 834 166	3 852 024	5 982 142
Water	5 671 288	3 514 329	2 156 959
Sewerage	26 217 826	5 181 076	21 036 750
Refuse	29 469 680	5 444 869	24 024 811
Rates	14 707 611	4 247 361	10 460 250
Total	85 900 571	22 239 659	63 660 912
As at 30 June 2010			
Service receivables			
Electricity	7 575 954	4 460 711	3 115 242 🚨 <u>J.1.</u> 2
Water	27 084 661	5 994 542	21 090 119 🔻 <u>J.1.</u> 2
Sewerage	32 235 211	7 371 351	24 863 860 🔻 <u>J.1.2</u>
Refuse	15 302 332	6 671 067	8 631 265 🔀 <u>J.1.2</u>
Rates	11 442 451	4 247 361	7 195 090 🍱 <u>J.1.2</u>
Other Income	12 302 482	-	12 302 482 🚨 <u>J.1.2</u>
Total	105 943 090	28 745 032	77 198 057
Plus: accounts with credit balances			2 416 743 🚨 <u>J.1.2</u>
Total consumer receivables			79 614 800
Provisions for bad debts Debtors Age Analysis		2 010	6 505 373 2 009
Property Rates			
Current (0 – 30 days)		632 402	731 715
31 - 60 Days		394 041	669 244
61 - 90 Days		343 333	370 448
91 - 120 Days		305 153	8 062 759
121 - 365 Days		4 529 273	-
+ 365 Days		5 238 249	-
Total		11 442 451	9 834 166
2008/09 System structure not allow breakdown over 121 days.			
Electricity			
Current (0 – 30 days)		1 149 708	1 073 660
31 - 60 Days		440 081	1 266 982
•		333 323	319 002
61 - 90 Days			3 011 644
		296 256	
61 - 90 Days		296 256 1 551 129	-
61 - 90 Days 91 - 120 Days			<u>-</u>
61 - 90 Days 91 - 120 Days 121 - 365 Days + 365 Days Total		1 551 129	5 671 288
61 - 90 Days 91 - 120 Days 121 - 365 Days + 365 Days		1 551 129 3 805 457	5 671 288
61 - 90 Days 91 - 120 Days 121 - 365 Days + 365 Days Total 2008/09 System structure not allow breakdown over 121 days.		1 551 129 3 805 457 7 575 954	
61 - 90 Days 91 - 120 Days 121 - 365 Days + 365 Days Total 2008/09 System structure not allow breakdown over 121 days. Water Current (0 – 30 days)		1 551 129 3 805 457 7 575 954 1 466 228	1 254 440
61 - 90 Days 91 - 120 Days 121 - 365 Days + 365 Days Total 2008/09 System structure not allow breakdown over 121 days. Water Current (0 – 30 days) 31 - 60 Days		1 551 129 3 805 457 7 575 954 1 466 228 960 522	1 254 440 1 838 368
61 - 90 Days 91 - 120 Days 121 - 365 Days + 365 Days Total 2008/09 System structure not allow breakdown over 121 days. Water Current (0 – 30 days) 31 - 60 Days 61 - 90 Days		1 551 129 3 805 457 7 575 954 1 466 228 960 522 1 005 532	1 254 440 1 838 368 2 699 880
61 - 90 Days 91 - 120 Days 121 - 365 Days + 365 Days Total 2008/09 System structure not allow breakdown over 121 days. Water Current (0 – 30 days) 31 - 60 Days 61 - 90 Days 91 - 120 Days		1 551 129 3 805 457 7 575 954 1 466 228 960 522 1 005 532 893 712	1 254 440 1 838 368
61 - 90 Days 91 - 120 Days 121 - 365 Days + 365 Days Total 2008/09 System structure not allow breakdown over 121 days. Water Current (0 – 30 days) 31 - 60 Days 61 - 90 Days		1 551 129 3 805 457 7 575 954 1 466 228 960 522 1 005 532	1 254 440 1 838 368 2 699 880
61 - 90 Days 91 - 120 Days 121 - 365 Days + 365 Days Total 2008/09 System structure not allow breakdown over 121 days. Water Current (0 – 30 days) 31 - 60 Days 61 - 90 Days 91 - 120 Days		1 551 129 3 805 457 7 575 954 1 466 228 960 522 1 005 532 893 712	1 254 440 1 838 368 2 699 880

	R	R
Debtors Age Analysis continued		
Sewerage		
Current (0 – 30 days)	1 101 288	29 469 6
31 - 60 Days	967 696	
61 - 90 Days	953 645	
91 - 120 Days	847 596	
121 - 365 Days	6 401 736	
+ 365 Days	21 963 249	
Total	32 235 210	29 469 6
2008/09 System structure not allow breakdown for S	Sewerage	
Refuse		
Current (0 – 30 days)	613 859	14 707 6
31 - 60 Days	490 321	
61 - 90 Days	520 798	
91 - 120 Days	462 798	
121 - 365 Days	1 170 583	
+ 365 Days	12 044 068	
Total	15 302 427	14 707 6
2008/09 System structure not allow breakdown for S	Sewerage	
Other		
Current (0 – 30 days)	100 104	
31 - 60 Days	133 816	
61 - 90 Days	117 825	
91 - 120 Days	104 723	
121 - 365 Days	857 372	
+ 365 Days	10 988 642	
Total	12 302 482	

MANTSOPA LOCAL MUNICIPALITY NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2010

			2010	2009
			R	R
11 (OTHER RECEIVABLES			
	Sundry debtors	<u> 3.1.2</u>	4 248 332	12 614 101
7	Total Other Debtors		4 248 332	12 614 101
12 I	LONG TERM RECEIVABLEW C.6.16			
	Long Term Receivables	<u> </u>	243 012	248 674
L	Less: Short term portion of long term receivables	<u> </u>	5 722	5 662
1	Total Long Term Receivables	<u> </u>	237 290	243 012
13 F	PETTY CASH		E	<u>J.11.2</u>
	Pettycash	Ϫ J.9.2	1 500	1 500
(Cash floats for cashiers	<u> </u>	755	725
			2 255	2 225
14 (Current Account (Primary Bank Account)			
	ABSA Bank - Ladybrand branch			
,	Account number 2020000050			
(Cash book balance at beginning of year - (overdrawn)		(5 387 524)	(27 361)
(Cash book balance at end of year - (overdrawn)	<u> </u>	(3 789 340)	(5 387 524)
E	Bank statement balance at beginning of year - (overdrawn)		7 481 572	2 059 307
E	Bank statement balance at end of year - (overdrawn)		862 572	7 481 572
	FNB Bank Day cash - Ladybrand branch Account number 62054009751			
(Cash book balance at beginning of year		703 622	-
(Cash book balance at end of year	▲ <u>J.9.2</u>	242 606	703 622
E	Bank statement balance at beginning of year - (overdrawn)		703 622	-
E	Bank statement balance at end of year - (overdrawn)		195 126	703 622
,	Total Bank		(3 546 735)	(4 683 902)
	Total Bank		(3 340 733)	(4 003 302)
15 L	LEAVE ACCRUAL			
L	Leave Accrual		3 420 424	2 542 833
٦	Total of Leave Accrual		3 420 424	2 542 833
16 F	PROPERTY RATES			
,	Actual			
L	Levies		10 091 863	8 900 767
٦	Total Assessment Rates		10 091 863	8 900 767
F	Property Valuations			
	Total Property Valuations		2764 203 516	2807 302 100
_	Total Bassache Walestians		0704 000 540	0007 000 155
7	Total Property Valuations		2764 203 516	2807 302 100

	2010	2009
	R	R
7 SERVICE CHARGES		
Sale of electricity	21 848 608	14 788 134
Sale of water	14 283 320	14 933 797
Other charges	#REF!	13 604 474 43 326 405
Total Service Charges	#KEF!	43 320 403
8 GOVERNMENT GRANTS AND SUBSIDIES		
Equitable share	41 065 377	32 944 712
Central government grants	18 572 228	29 754 649
Motheo District Municipality	4 228 819	-
Total Government Grant and Subsidies	63 866 424	62 699 361
•		
18.1 Equitable Share		
Balance unspent at beginning of year	-	-
Current year receipts	41 065 377	32 944 712
Conditions met - transferred to revenue	(41 065 377)	(32 944 712
	-	-
municipalities undertake service delivery 18.2 MIG		
Balance unspent at beginning of year	10 042 197	13 226 680
Current year receipts	10 842 000	17 584 000
Conditions met - transferred to revenue	(15 087 228)	(20 768 483
Conditions still to be met - transferred to current liabilities (see 3.23.8	5 796 969	10 042 197
This grant was used for Bucket Eraducation. No funds have been withheld.		
18.3 FMG		
Balance unspent at beginning of year	-	-
	2 750 000	1 250 000
Current year receipts	/·	(1 250 000
	(2 750 000)	
Current year receipts	(2 750 000)	-

	2010 R	2009 R
18.4 MSIG		
Balance unspent at beginning of year	2 000	
Current year receipts	735 000	735 00
Conditions met - transferred to revenue	(737 000)	(733 00
Conditions still to be met - transferred to liabilities (see note 4)	<u> </u>	2 00
The fund is used to assist the local municipalitys to perform the function and		
stabilise institutional and governance systems as required by the Municipal		
Systems Act of 2000.		
18.5 Motheo Subsidy		
Balance unspent at beginning of year	-	
Current year receipts	4 228 819	
Conditions met - transferred to revenue	(4 228 819)	
Conditions still to be met - transferred to liabilities (see note 4)	0	
The Municipality renders Environmenthal Health services on behalf of Motheo District Council.		
18.6 Changes in levels of government grants		
Based on the allocations set out in the Division of Revenue Act, (Act of 2006), no		
significant changes in the level of government grant funding are expected over		
the forthcoming two financial years.		
UNSPENT CONDITIONAL GRANTS AND SUBSIDIES	5 796 969	10 044 19
Total Conditional Grants and Receipts unspent	5 796 969	10 044 19
Bad Debt recovery		
Bad Debt recovery	-	36 04
Total	-	36 04

	2010 R	2009 R
	K	IX
EMPLOYEE RELATED COSTS	7.2	
Salaries 📉 🛣	7.2 27 418 897 7.2 26.6.17 4 464 707	24 253 550
TOWN TO THE PARTY OF THE PARTY	1 101 101	
	<u>7.2</u> 88 807	130 75
	7.2 8 171 7.2 860 761	
	7.2 860 761 7.2 3 338 385	3 492 73
	7.2 972 370	4 836 63
	7.2 1 412 369	1 871 05
	7.2 38 564 467	34 584 73
The above includes the following: C.6.17		
Remuneration of the Municipal Manager	500.040	050.00
Annual Remuneration	520 248	356 38
Performance and other Bonuses Car Allowance	35 437 120 000	252 66
Contributions to UIF, Medical and Provident Funds	110 333	120 00 94 54
Total	K.7.2 786 018	823 59
Remuneration of the Manager Technical services Annual Remuneration	327 443	367 44
Performance and other Bonuses	27 287	20 40
Car Allowance	129 613	121 61
Contributions to UIF, Medical and Provident Funds	82 411	63 22
Total	K.7.2 566 754	572 67
Remuneration of the Chief Financial Officer		
Annual Remuneration	411 078	217 60
Performance and other Bonuses	34 256	135 42
Car Allowance	155 040	185 30
Contributions to UIF, Medical and Provident Funds	100 980	65 49
Total	K.7.2 701 354	603 830
Remuneration of the Head: Corporate Services		
Annual Remuneration	392 109	209 89
Performance and other Bonuses	32 676	165 37
Car Allowance	155 040	108 04
Contributions to UIF, Medical and Provident Funds	100 734	63 57
Total	K.7.2 680 559	546 88

	2010	2009
	R	R
21 REMUNERATION OF COUNCILLORS		
Mayor's allowance	572 108	533 140
Speaker's allowance	461 105	441 261
Councillors' allowances	2 126 028	1 645 644
Executive Committee Members' allowances	479 216	781 857
Total Councillors' Remuneration	3 638 457	3 401 902
In kind benefits		
The Mayor and the Speaker are full-time. Each is provided with an office and		
secretarial support at the cost of the Council.		
secretarial support at the cost of the Council.		
The Mayor has the use of a Council owned vehicle for official duties. The		
Mayor has one (1) full-time bodygaurd, and one (1) driver.		
, (.,) g		
22 FINANCE COSTS		
Redemption Longterm liabilities	890 828	789 710
Interest Long term liabilities K.2.2	718 643	850 737
Total Interest on External Borrowings	1 609 471	1 640 447
23 CHANGE IN ACCOUNTING POLICY		
Implementation of GAMAP/GRAP		
Transferred to Provision for bad debts	-	13 644 777
		13 644 777
24 ADDITIONAL DISCLOSURES IN TERMS OF MUNICIPAL FINANCE		
MANAGEMENT ACT:		
Contributions to Local Government Organisation		
Opening balance		-
Current year's contibution	190 000	169 717
Amount paid - current year		146 603
Amount paid - previous years	(190 000)	310 195
Balance unpaid (included in creditors)		626 515
Availa face		
Audit fees		
Opening balance	- 202.022	2.075.452
Current year's contibution	2 703 922	2 075 453
Amount paid - current year	(2 703 922)	(2 075 453)
Balance unpaid (included in creditors)	0	-

	2010	2009
	R	R
25 ADDITIONAL DISCLOSURES IN TERMS OF MUNICIPAL FINANCE		
MANAGEMENT ACT: (continued)		
VAT		
Opening balance	(3 299 622)	(1 906 633)
Current year input VAT	(7 885 294)	(7 473 661)
Current year output VAT	4 472 491	3 963 324
Amount paid (received)	5 265 992	2 117 347
-	(1 446 431)	(3 299 622)
<u>UIF</u>		
Opening balance	-	-
Current year payroll deductions	286 002	490 664
Amount paid - current year	(286 002)	(490 664)
Amount paid - previous years	-	-
Balance unpaid (included in creditors)	-	-
PAYE		
Opening balance	_	-
Current year payroll deductions	3 344 777	2 952 851
Amount paid - current year	(3 344 777)	(2 952 851)
Balance unpaid (included in creditors)		-
Skills Development Levy		
Opening balance	-	-
Current year payroll deductions	303 939	286 198
Amount paid - current year	(303 939)	(286 198)
Amount paid - previous years		-
Balance unpaid (included in creditors)		
Persolan and Medical Aid Peduations		
Pension and Medical Aid Deductions Opening balance	_	_
Current year payroll deductions and council contributions	4 190 113	9 829 638
Amount paid - current year	(4 190 113)	(9 829 638)
Balance unpaid (included in creditors)	0	-
OC CADITAL COMMITMENTS		
26 CAPITAL COMMITMENTS Commitments in respect of capital expenditure		
Approved and contracted for:	7 285 251	12 174 670
Infrastructure	5 283 751	12 174 670
Community	-	-
Other	2 001 500	-
Approved but not yet contracted for:	_	1 877 000
Infrastructure		1077 000
Community	-	1 877 000
_		
Operating leases contracted (see note 39)	2 481 094	
Total =	9 766 346	14 051 670
This expenditure will be financed from:		
- Government Grants	4 691 569	12 174 670
- External resources	2 281 710	1 877 000
- Internal resources	2 793 067	1 377 000
	2 193 001	-
-	9 766 346	14 051 670

27 RETIREMENT BENEFIT INFORMATION

Employees of council belongs to different pension fund schemes. They are the

Freestate Pension Fund, Freestate Providend Fund, Samwu Provident Fund,

Councillors Pension Fund, Municipal employee's Pension Fund, Old Mutual

Pension Fund, Sanlam group scheme, Orion and Federal Life.

28 CONTINGENT LIABILITY

COURT CASES (EMPLOYEE CLAIMS)

D E NANA-UNFAIR DISMISSAL DATE LOGDED (6 OCTOBER 2009) DISMISSAL CASE AT CCMA-IN PROGRESS

In terms of the definition, Possible obligation arise from past event (suspension/dismissal) and the existence of the obligation will only be confirmed at the occurrence of uncertain future events (judgment against or in favour of Mantsopa Municipality.

TLADI MF-CONTRACT EXPIRED(09 DECEMBER 2009)

DATE LODGED (

CONTRACT DISPUTE- CASE AT HIGH COURT- IN PROGRESS

In terms of the definition, Possible obligation arise from past event (contract expired) and the existence of the obligation will only be confirmed at the occurrence of uncertain future events (judgment against or in favour of Mantsopa Municipality.

Disclose in the notes of financial statements

KPJ CHOMANE- SUSPENSION (26 APRIL 2010) DATE LODGED (AWAITING DATE) DISMISSED- APPEAL TO CCMA

In terms of the definition, Possible obligation arise from past event (Suspension) and the existence of the obligation will only be confirmed at the occurrence of uncertain future events (judgment against or in favour of Mantsopa Municipality.

COURT CASES (CIVIL CLAIMS)

IJ LUDICK
DAMAGE TO CAR-DRAIN HOLE
DATE LODGED(04 JUNE 2010)
MATTER HANDED OVER TO COUNCIL ATTORNEYS-IN PROGRESS

In terms of the definition, Possible obligation arise from past event (Damage to car-Drain hole) and the existence of the obligation will only be confirmed at the occurrence of uncertain future events (judgment against or in favour of Mantsopa Municipality.

F CANEI
DAMAGE TO CAR
DATE LOGDED(10 JULY 2009)
MATTER HANDED OVER TO COUNCIL ATTORNEYS-IN PROGRESS

In terms of the definition, Possible obligation arise from past event (Damage Car-Bumbed roaming cow) the existence of the obligation will only be confirmed at the occurrence of uncertain future events and (judgment against or in favour of Mantsopa Municipality.

SHAWU LOGDE

ACCOMODATION

DATE LOGDED(02 OCTOBER 2009)

SHAWU NO LONGER WANTS TO PURSUE THE MATTER(09 JUNE 2010)

In terms of the definition, Possible obligation arise from past event (Accomodation) and the existence of the obligation will only be confirmed at the occurrence of uncertain future events (judgment against or in favour of Mantsopa Municipality.

2 010 2 009

29 CONTINGENT ASSET

No contigent assets are expected.

30 IN - KIND DONATION AND ASSISTANCE

The following In kind donations was received by Mantsopa Local Municipality during the year under review.

Soccer World Cup - GWM R3440.00

Soccer World Cup - MTN Foundation R2451.20

Soccer World Cup - MTN Foundation R2451.20

Soccer World Cup - QZK Lenzim R700.00

Soccer World Cup - MTN Mobile R2451.20

Soccer World Cup - MTN Mobile R33704.00

31 COMPARISON WITH THE BUDGET

The comparison of the Municipality's actual financial performance with that budgeted is set out in Annexures D (1) and D (2).

32 EVENTS AFTER BALANCE SHEET DATE

There were no events after balance sheet date.

33 CASH RECEIVED FROM CUSTOMERS AND GOVERNMENT

Total revenue	139 772 349	127 821 788
Adjusted for items presented separately:	-	
Interest received on investments	(731 756)	(1 854 344)
Dividends received	(433)	(14 625)
Gains on disposal of assets	(1 119 217)	-
(Increase)/decrease in Sundry Debtors	8 365 768	-
(Increase)/decrease in creditors	<u>-</u>	-
(Increase)/decrease in other debtors	(15 953 888)	(13 652 637)
	130 332 824	112 300 182

Sundry debtors and deposit changes included in Increase of other debtors for 2009

		2 010	2 009
		R	R
24 ^	ASH PAID TO SUPPLIERS AND EMPLOYEES		
	otal expenditure	•	-
	djustment for Non cash items	C E4C 0EE	10 110 511
	Bad Debts	6 516 855	10 146 541 100 034
	Indigent support Leave Accrual	(1 628 483)	100 034
		-	100 034
	inancing activities	#REF!	#REF!
	Interest paid	#KEF!	
	ncrease/(decrease) in creditors	(4.242.220)	(1 836 183
	ncrease/(decrease) in unspent conditional grants	(4 243 228)	(7 592 541
ın	ncrease / (Decrease) in Inventory	(104 197) #REF!	133 489 #REF!
_	undry debtors and deposit changes included in Increase of other deb		#KEF!
35 C	ASH GENERATED BY OPERATIONS		
	econciliation of net operating profit to cash generated in operations		
	let operating profit/(loss)	-	-
	djusted for:		
	Depreciation	-	-
	Investment income	(2 716)	(1 854 344
	Dividends received	(433)	(14 625
	Bad Debts	6 516 855	10 146 541
	Leave Accrual	-	100 034
	Interest paid	#REF!	#REF!
	Gain on the disposal of assets	(1 119 217)	
_	Indigent support	(1 628 483)	100 034
	changes in working capital:		
	(Increase)/ Decrease in Inventory	(104 197)	133 489
	(Increase)/decrease in other debtors	(15 953 888)	(13 652 637
	(Decrease)/Increase in conditional grants	(4 243 228)	(7 592 541
	(Increase)/decrease in creditors	-	(1 836 183
	Increase/(Decrease) in Consumer deposits	119 681	
		#REF!	#REF!
	undry debtors and deposit changes included in Increase of other deb	tors for 2009	
S			
36 C	ASH AND CASH EQUIVALENTS		
36 C	ASH AND CASH EQUIVALENTS ank and cash	-	-
36 C .		382 180 948 382 180 948	351 342 748 351 342 748

.1 GENERAL EXPENSES			
General expenses include the following significant figures:			
Advertising		197 540	182 77
Audit costs		2 703 922	2 075 45
Bank charges		214 463	194 15
Chemicals, Chloorgas		1 093 539	1 258 27
Electricity, Water and other services		724 877	1 215 42
Entertainment		345 469	363 86
Finance management Grant		1 172 112	660 77
Fuel		1 916 955	2 162 20
Insurance		604 701	846 80
Legal expenses		394 445	715 72
Postage		274 850	262 35
Printing & Stationery		425 045	509 69
Programs		99 581	970 91
Public consultation		310 124	393 04
Training		947 397	540 97
Travelling and Susistance		981 133	891 46
Transport and Tourism		-	244 10
Strategig planning		640 380	386 00
Skills development		302 893	287 14
Auction Costs		184 851	
Telephone		1 314 734	1 056 62
Other	 K.2.2	4 301 721 19 150 732	1 925 70 17 143 47
Grave sales		90 322	84.06
Environmental health		90 322 1 670 321	84 06 1 458 59
Proceeds on sale of assets		1 119 217	1 456 58
Training Cost recover		26 851	252 21
Admin		138 263	91 82
Commission Received		29 781	36 48
Discount Received		1 225	1 85
Private Telephone		105 844	33 52
Legal Costs		2 017	-
Sundry		22	-
		1 700	1 44
Suplus Cash		39 649	5 52
Tender Doc		00 040	
		88	-
Tender Doc			
Tender Doc Valuation Lists		88	39 85
Tender Doc Valuation Lists Valuation Roll		88 60 349	39 85 1 73
Tender Doc Valuation Lists Valuation Roll Business Lisence		88 60 349 595	39 85 1 73 6 75
Tender Doc Valuation Lists Valuation Roll Business Lisence Subdivisioning Mantsopa Monitoring Rental Equipment		88 60 349 595 4 550 88 2 095	39 85 1 73 6 75 - 4 67
Tender Doc Valuation Lists Valuation Roll Business Lisence Subdivisioning Mantsopa Monitoring Rental Equipment Advertisements		88 60 349 595 4 550 88 2 095 2 001	39 85 1 73 6 75 - 4 67 1 64
Tender Doc Valuation Lists Valuation Roll Business Lisence Subdivisioning Mantsopa Monitoring Rental Equipment Advertisements Building Plans		88 60 349 595 4 550 88 2 095 2 001 52 262	39 85 1 73 6 75 - 4 67 1 64 69 37
Tender Doc Valuation Lists Valuation Roll Business Lisence Subdivisioning Mantsopa Monitoring Rental Equipment Advertisements Building Plans Lost Books		88 60 349 595 4 550 88 2 095 2 001 52 262 8	39 85 1 73 6 75 - 4 67 1 64 69 37 16
Tender Doc Valuation Lists Valuation Roll Business Lisence Subdivisioning Mantsopa Monitoring Rental Equipment Advertisements Building Plans Lost Books Photo Copies		88 60 349 595 4 550 88 2 095 2 001 52 262 8 9 623	39 85 1 73 6 75 - 4 67 1 64 69 37 16 3 20
Tender Doc Valuation Lists Valuation Roll Business Lisence Subdivisioning Mantsopa Monitoring Rental Equipment Advertisements Building Plans Lost Books Photo Copies Subscriptions		88 60 349 595 4 550 88 2 095 2 001 52 262 8 9 623 1 200	39 85 1 73 6 75 - 4 67 1 64 69 37 16 3 20
Tender Doc Valuation Lists Valuation Roll Business Lisence Subdivisioning Mantsopa Monitoring Rental Equipment Advertisements Building Plans Lost Books Photo Copies Subscriptions Housing Tremsponts		88 60 349 595 4 550 88 2 095 2 001 52 262 8 9 623 1 200	39 85 1 73 6 75 - 4 67 1 64 69 37 16 3 20 76 45
Tender Doc Valuation Lists Valuation Roll Business Lisence Subdivisioning Mantsopa Monitoring Rental Equipment Advertisements Building Plans Lost Books Photo Copies Subscriptions Housing Tremsponts Connections		88 60 349 595 4 550 88 2 095 2 001 52 262 8 9 623 1 200 	39 85 1 73 6 75 - 4 67 1 64 69 37 16 3 20 76 45
Tender Doc Valuation Lists Valuation Roll Business Lisence Subdivisioning Mantsopa Monitoring Rental Equipment Advertisements Building Plans Lost Books Photo Copies Subscriptions Housing Tremsponts Connections Testmeters		88 60 349 595 4 550 88 2 095 2 001 52 262 8 9 623 1 200 186 008 1 650	39 85 1 73 6 75 - 4 67 1 64 69 37 16 3 20 76 45 138 58
Tender Doc Valuation Lists Valuation Roll Business Lisence Subdivisioning Mantsopa Monitoring Rental Equipment Advertisements Building Plans Lost Books Photo Copies Subscriptions Housing Tremsponts Connections Testmeters Private Work		88 60 349 595 4 550 88 2 095 2 001 52 262 8 9 623 1 200 186 008 1 650	39 85 1 73 6 75 - 4 67 1 64 69 37 16 3 20 76 45 138 58 50 2 41
Tender Doc Valuation Lists Valuation Roll Business Lisence Subdivisioning Mantsopa Monitoring Rental Equipment Advertisements Building Plans Lost Books Photo Copies Subscriptions Housing Tremsponts Connections Testmeters		88 60 349 595 4 550 88 2 095 2 001 52 262 8 9 623 1 200 186 008 1 650	39 85 1 73 6 75 - 4 67 1 64 69 37 166 3 20 76 45 138 58 50 2 41 1 25 22 48

38 CORRECTIONS

With previous audits, difference were found between the ledger and the registers. This items were also the the classification of previous audit reports, and reported as legacy issues. The following correction	
Cashbook corrected against accumulated surplus	1 893 332
Consumer receivables corrected against accumulated surplus	549 550
Other receivables and provisions corrected against accumulated surplus	1 598 642
Assets bought 2008/09 wrongly allocated to operating expenditure instead of reserves	24 572 830
Assets written off during 2008/09 wrongly allocated against operating expenditure	
instead of reserves	847 187
Grants received during 2008/09 allocated to income instead of unspent grants	4 407 978
Reserves cancelled in 2008/09 wrongly taken to provision of bad debts instead of	
accumulated surplus	10 829 621
The following funds are transferred to create the Capital Replacement Reserve	
Revaluation fund	1 375 540
Capitilisation fund	214 619 040
Distributable funds	31 065 338 14 124 113
Housing Development Fund Capital Replacement Reserve	261 184 030
Capital Replacement Reserve	201 104 030
The following comparitive figures of 2009 was corrected	
Capital expenditure previous year	24 572 869
Disposals previous year	(847 187)
Redemption wrongly through the income statement (Disclosure)	789 710
Short term portion of long term liabilities wrongly showed as R701 103 instead of R822 731	121 728
Longterm libilities wrongly showed as R4 561 158 instead of R4 439 430	(121 728)
Investment property	1 446 000
Property, Plant and Equipment	(1 446 000)
(Investment property is taken out of Property, Plant and Equipment and shown seperately)	
Cashbook balance Absa	191 007
The bank overdraft was shown correctly in the Statement of Financial Position the amount of but in the note it shows wrongly the amount of R5 196 517.	R5 387 524,
Prior year corrections	
Correction between general ledger and Register	80 857
Previous year creditors not provided for	120 486

39	OPERATING LEASES			
	At the reporting date the entity has outstanding commitments under leases which fall due as follows:	operating	2 010	2 009
	Operating leases - lessee			
	Within one year		1 153 997	-
	In the second to fith year inclusive After five years		1 327 097	-
	Total		2 481 094	-
	Total future minimum sublease payment expected to be received un non cancellable sublease	der		
	Operating Leases consist of the following;			
	Operating lease payments represent rentals payable by the municip Leases are negotiated for an average term of seven years and renta rent is payable based on a % of the municipality's sales.	•		nt
	No operating leases for 2009 financial year exist.			
40	WASTEFULL EXPENDITURE		2 010	2 009
	Opening Balance 01 July 2009			
	Interest on creditors		29 986	
	Closing Balance 30 June 2010	<u> </u>	29 986	-
41	IRREGULAR			
	Opening Balance		140 000	-
	Non compliance to SCM Policies		2 478 868	140 000
	Closing Balance	<u>L.1.2</u>	2 618 868	140 000
42	UNAUTHORISED EXPENDITURE			
	Total spending more than budget			
	Environmental Health		(250 823)	
	Electricity		(2 080 099)	
	PMU		(30 506)	
	Council		(891 388)	
	IDP		(49 880)	
	Total	<u>■ L.1.2</u>	(3 302 696)	
			<u>L.1.3</u>	

MANTSOPA LOCAL MUNICIPALITY APPENDIX A ANALYSIS OF PROPERTY, PLANT AND EQUIPMENT FOR THE YEAR ENDED 30 JUNE 2010

	7		,,		OR THE TEAK END					
DETAILS LAND & BUILDINGS	OPENING BALANCE	ADDITIONS	UNDER CONSTRUCTION	REVALUATIONS	CLOSING BALANCE	OPENING ACCUMULATED DEPRECIATION	DEPRECIATIO	DISPOSAL	CLOSING BALANCE	CARRYING VALUE
LAND & BUILDINGS										
LAND BUILDING	15 234 729 1 446 000	361 189	-	-	15 595 917 1 446 000	15 595 917 1 446 000	-	- -	15 595 917 1 446 000	15 595 917 1 446 000
SUB-TOTAL	16 680 729	361 189	•	•	17 041 917 #	17 041 917	Ť	•	17 041 917	17 041 917
INFRASTRUCTURE										
DRAINS ROADS SEWERAGE MAINS & PURIFICATION ELECTRICITY MAINS RESERVOIRS-WATER WATER METER	18 062 113 117 437 939 7 008 816	9 705 580 - - -	-		27 767 693 117 437 939 7 008 816	27 767 693 117 437 939 7 008 816	-	14 500 -	27 767 693 117 423 439 7 008 816	27 767 693 117 423 439 7 008 816
WATER MAINS	65 116 887	228 615	_		65 345 502	65 345 502			65 345 502	65 345 502
SUB-TOTAL	207 625 755	9 934 196		-	217 559 950 #		-	14 500	217 545 450	217 545 450
COMMUNITY ASSETS										
PARKS & GARDENS LIBRARIES RECREATION GROUNDS CIVIC BUILDINGS	1 808 806	- - - -	- - - -		1 808 806	1 808 806		-	1 808 806 - - -	1 808 806
SUB-TOTAL	1 808 806			-	1 808 806 #	1 808 806	-		1 808 806	1 808 806
OTHER ASSETS LANDFILL SITES		_	_	_			_			
CANDFILL STIES OFFICE EQUIPMENT FURNITURE & FITTINGS MOTOR VIHICLES COMPUTER EQUIPMENT OTHER EQUIPMENT SUB-TOTAL	19 619 213 11 585 832 10 879 536 42 084 581	365 097 819 106 - 421 612 1 605 814	-	-	19 984 310 12 404 938 11 301 147 43 690 395	19 984 310 12 404 938 - 11 301 147 43 690 395	-	2 011 958 2 016 7674 2 179 632	19 984 310 10 392 980 11 133 473 41 510 763	19 984 310 10 392 980 11 133 473 41 510 763
	200.15				000 101 5					
GRAND TOTAL	268 199 870	11 901 199		•	280 101 069	280 101 069	-	2 194 132	277 906 937	277 906 937

MANTSOPA LOCAL MUNICIPALITY APPENDIX B SEGMENTAL ANALYSIS OF PROPERTY, PLANT AND EQUIPMENT FOR THE YEAR ENDED 30 JUNE 2010

DETAILS	OPENING BALANCE	ADDITIONS	UNDER CONSTRUCTION	REVALUATION S	CLOSING BALANCE	OPENING BALANCE	Depreciation	DISPOSAL	CLOSING BALANCE	CARRYING VALUE
DETAILS	OF ENING BALANCE	ADDITIONS	CONSTRUCTION	J	BALANCE	BALANCE	Depreciation	DISI OSAL	DALANCE	VALUE
Executive & Council	17 207 925	29 600	0		17 237 525	17 237 525	0	0	17 237 525	17 237 525
Finance and Admin	1 826 476	660 207	0		2 486 683	2 486 683	0	240 940	2 245 742	2 245 742
Planinng & Development	7 788 411	106 901	0		7 895 312	7 895 312	0	0	7 895 312	7 895 312
Health	0	0	0		0	0	0	0	0	0
Community & Social Services	873 732	25 877	0		899 609	899 609	0	0	899 609	899 609
Housing	0	0	0		0	0	0	0	0	0
Fire Brigade	249 691	0	0		249 691	249 691	0	0	249 691	249 691
Traffic	267 361	106 503	0		373 863	373 863	0	60 060	313 803	313 803
Properties	13 960 168	390 924	0		14 351 092	14 351 092	0	-40 000	14 391 092	14 391 092
Technical	7 242 033	0	0		7 242 033	7 242 033	0	889 099	6 352 934	6 352 934
Sports & Recreation	1 808 806	0	0		1 808 806	1 808 806	0	0	1 808 806	1 808 806
Evironmental Protection	0	190 000	0		190 000	190 000	0	0	190 000	190 000
Waste Management	118 094 325	0	14 026 362		132 120 687	118 094 325	0	74 064	118 020 262	118 020 262
Wast Water Management	2 110 059	0	6 103		2 116 162	2 110 059	0	167 674	1 942 385	1 942 385
Road Transport	23 599 271	9 805 650	3 444 334		36 849 255	33 404 921	0	563 442	32 841 479	32 841 479
Water	65 872 244	349 537	0		66 221 781	66 221 781	0	189 309	66 032 472	66 032 472
Electricity	7 299 370	235 998	0		7 535 368	7 535 368	0	49 544	7 485 824	7 485 824
	268 199 871	11 901 197	17 476 799	0	297 577 866	280 101 067	0	2 194 132	277 906 935	277 906 935

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MANTSOPA LOCAL MUNICIPALITY APPENDIX C SEGMENTAL STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 30 JUNE 2010

2009	2009	2009		2010	2010	2010
Actual	Actual	Surplus/		Actual	Actual	Surplus
Income	Expenditure	(Deficit)		Income	Expenditure	(Deficit)
R	R	R		R	R	R
6 192 326	9 600 943	(3 408 617)	Executive and Council	6 962 735	11 028 474	(4 065
33 344 471	22 557 089	10 787 382	Finance and Admin	41 645 838	(2 936 422)	44 582
2 002 593	2 399 259	(396 666)	Planning and Development	1 200 760	2 231 310	(1 030
2 324 767	2 605 711	(280 944)	Community and Social Services	2 440 742	3 858 400	(1 417
450	586 693	(586 243)	Housing	270	937 037	(936
1 430 471	1 755 610	(325 139)	Public Safety	1 658 002	2 184 303	(526
	2 014 669	(2 014 669)	Sport and Recreation	18	2 232 600	(2 232
1 625 448	800 461	824 987	Environmental Protection	1 670 321	1 745 770	(75
34 935 701	28 560 595	6 375 106	Waste Management	41 636 446	33 714 297	7 922
7 537 138	8 621 740	(1 084 602)	Road Transport	4 726 577	15 295 516	(10 568
14 881 532	16 062 193	(1 180 661)	Electricity	22 531 933	24 234 994	(1 703
23 546 893	18 852 959	4 693 934	Water	15 298 707	15 689 423	(390
			Other			
127 821 790	114 417 922	13 403 868	Sub-total	139 772 349	110 215 701	29 556

	2010	2010	2010	2010
	Actual (R)	Budget (R)	Variance (R)	/ariance (%)
REVENUE				
Property rates	10 091 863	9 776 957	314 906	3.22%
Services charges	51 854 486	55 687 067	(3 832 581)	-6.88%
Investment Income	848 707	729 980	118 727	16.26%
Interest earned - external investments	731 756	1 000 000	(268 244)	-26.82%
Interest earned - outstanding debtors	8 658 935	4 599 447	4 059 488	88.26%
Dividends	433	-	433	0.00%
Fines	148 956	130 000	18 956	14.58%
Licenses and permits	2 716	1 000	1 716	171.60%
Government Grants and subsidies	63 866 424	69 442 520	(5 576 096)	-8.03%
Other income	3 568 073	1 677 250	1 890 823	112.73%
Gains on disposal of Property ,plant & equipment	#REF!	-	#REF!	0.00%
Total Revenue	#REF!	143 044 221	#REF!	0.00%
EXPENDITURE				
Employee related costs	38 564 467	39 012 652	(448 185)	-1.15%
Remuneration of Councillors	3 638 457	3 597 017	41 440	1.15%
Bad debts	6 516 855	5 341 855	1 175 000	22.00%
Depreciation	-	-	-	0.00%
Repairs and maintenance	7 987 632	9 903 265	(1 915 633)	-19.34%
Interest paid	718 643	772 632	(53 989)	-6.99%
Operating Lease	1 314 689	1 314 689	-	0.00%
Bulk purchases	14 228 130	15 182 000	(953 870)	-6.28%
Indigent Support	16 959 453	18 033 184	(1 073 731)	-5.95%
General expenses	19 150 732	19 038 884	111 848	0.59%
Leave Accrual K.9.2	1 136 644	1 136 644	-	0.00%
Total Expenditure	110 215 701	113 332 822	(3 117 121)	-2.8%
NET SURPLUS/(DEFICIT) FOR THE YEAR	#REF!	29 711 399	#REF!	

MANTSOPA LOCAL MUNICIPALITY APPENDIX D(2) ACTUAL VERSUS BUDGET (ACQUISITION OF PROPERTY, PLANT AND EQUIPMENT) FOR THE YEAR ENDED 30 JUNE 2010

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	2009/10	2009/10	2009/10	2009/10	2009/10	2009/10
DEPARTMENT	Actual	Under	Total	Budget	Variance	Variance
		Construction	Additions		Amount	%
Executive & Council	29 600	-	29 600	15 000	14 600	97.33%
Finance & Admin	660 207	-	660 207	174 631	485 576	278.06%
Planning & Development	106 901	-	106 901	100 000	6 901	6.90%
Health	-	-	-	-	-	0.00%
Property	390 924		390 924	100 000	290 924	290.92%
Community & Social Services	25 877	-	25 877	-	25 877	0.00%
Housing	-	-	-	12 000	(12 000)	-100.00%
Public Safety	106 503	-	106 503	90 000	16 503	18.34%
Sport & Recreation	-	-	-	-	-	0.00%
Environmental Protection	190 000	-	190 000	190 000	-	0.00%
Waste Water Management	-	14 026 362	14 026 362	16 221 519	(2 195 157)	-13.53%
Waste Management	-	6 103	6 103	2 800 000	(2 793 897)	-99.78%
Road Transport	9 805 650	-	9 805 650	5 120 000	4 685 650	91.52%
Water	349 537	3 444 334	3 793 871	4 594 822	(800 951)	-17.43%
Electricity	235 998	-	235 998	260 000	(24 002)	-9.23%
TOTAL	11 901 198	17 476 799	29 377 997	29 677 972	(299 975)	-1.01%

Name of Grants Name Organ of State or Municipal entity	Quaterly Receipts			Quaterly Expenditure			Grants and Subsidies delayed / withheld				Reasons for delay /	with	Reasons for			
	September	December	March	June	September	December	March	June	September	December	March	June	withholding of funds	conditions (Y/N)	compliance	
Equitable Share	Equitable Share	########	########	#######	-	6 153 455	6 306 990	########	########	-	-	-	-	N/A	Υ	-
FMG	FMG	2 750 000	-	-	-	1 337 413	1 038 803	373 784	-	-	-	-	-	N/A	Y	-
MSIG	MSIG	735 000	-	-	-	692 792	44 208	-	-	-	-	-	-	N/A	Υ	-
MIG	MIG		-	#######	1 224 000	-	-	-	########	-	-	-	-	N/A	Y	-
Capacity building	Capacity building	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
					-											

EXTERNAL LOANS	Loan	Redeemable	Balance at	Received	Redeemed	Adjustments	Balance at
	Number		01/07/09	during the	written off		30/06/10
				period	during the		
					period		
			R	R	R	R	
Development Bank of South Africa							
Water		2013	1 560 646	-	(167 243)	(49 082)	1 344 321
Water	LALF15125	2013	22 975	-	(4 588)	-	18 387
Water	LALF15125	2017	286 480	-	(19 432)	-	267 048
Water	1/00216-15241	2010	96 684	-	(27 099)	-	69 585
Electricity		2016	1 941 730	-	(326 767)	-	1 614 963
Roads		2016	832 914	-	(140 169)	-	692 74
Roads		2017	339 931	-	(57 206)	-	282 72
Properties		2010	9 877	-	(9 877)	-	
ABSA (Inka, Sanlam)							
Properties	100048/52	2 014	171 026	-	(21 371)	-	149 65
Total long-term loans			5 262 263	-	(773 751)	(49 082)	4 439 430